

of Revenue, which is the entity that we're putting the lottery in. Ultimately, through our discussions between the committee, and myself, and the Governor's office, and the Department of Revenue, we decided that a better approach, an approach that was more guaranteed to result in a clean, well run game, was to take the approach of spelling out a lot, statutorily. I'm going to take a little time and walk you through exactly what we have here. And I'd be willing to go into as much detail as you need down the line. But, essentially, we have a...what the committee amendments represent is a lottery bill, makes a statement of general purpose that the dollars are to go for educational purposes and other community betterment purposes, that's the general purpose statement. The specific language of what the money goes for indicates that it would all go for education. And I'm going to indicate at this time that I'm going to spend my time discussing the operation of the lottery and the language for the distribution of the funds within the realm of education was developed with the help of Senator Rasmussen, borrowed from language from a bill that she introduced. So I would defer, probably, any questions that come up about the specifics of the funding to Senator Rasmussen and Senator Withem, who I know is very interested in that portion of the bill as well. But with respect to the lottery itself, as I indicated, we create a lottery, we house the lottery in the Department of Revenue, we create a lottery division there. The lottery division is headed up by a director, whose appointed by the Tax Commissioner. Then there is a number of provisions relating to the staffing of the lottery division, to the deputy director and so on. And the key is then that the Tax Commissioner develops the specific games that the lottery consists of. And I know that the types of games is probably what is of most interest to a lot of people that are paying attention to the specifics of a lottery. What

the committee amendments to LB 849 say is that...is that there are two general types of games that are allowed. One is an instant win game, which is a scratch-off type thing. This is the type of game that you play when you're going through the grocery store check out line, you buy an instant win ticket, you scratch it off, you find out that you've won something, you haven't won something, you may be eligible for a future drawing, something of that type. The other type of game that is allowed is an on-line lottery. And an on-line lottery is the type, like the Iowa lottery, like Lotto America, where you go and usually you have a group of numbers and you select a certain number of those numbers from a predetermined range, like you'll pick 6 out of 49, for example. And then what happens is you go to an